

## Message Text

LIMITED OFFICIAL USE

PAGE 01 OSLO 04053 071346Z

ACTION EB-08

INFO OCT-01 ARA-10 EUR-12 EA-10 ISO-00 AID-05 CEA-01

CIAE-00 COME-00 FRB-03 INR-07 IO-13 NEA-10

NSAE-00 USIA-06 OPIC-03 SP-02 TRSE-00 LAB-04

SIL-01 AGRE-00 OMB-01 SS-15 XMB-02 NSC-05 STR-04

L-03 H-01 DODE-00 PA-01 PRS-01 /129 W

-----128234 071831Z /46

R 071044Z SEP 77

FM AMEMBASSY OSLO

TO SECSTATE WASHDC 4363

INFO AMEMBASSY BERN

AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY CARACAS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

AMEMBASSY LONDON

AMEMBASSY OTTAWA

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY STOCKHOLM

AMEMBASSY THE HAGUE

AMEMBASSY TOKYO

AMEMBASSY VIENNA

AMEMBASSY LISBON

LIMITED OFFICIAL USE OSLO 4053

USOECD/USEEC ALSO FOR USMISSION

E.O. 11652: N/A

TAGS: EFIN PO NO

SUBJ: FINANCIAL ASSISTANCE FOR PORTUGAL

REF: A. STATE 211910, B) OSLO 3498

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 OSLO 04053 071346Z

SUBJECT TO APPROVAL BY NORWEGIAN STORTING LATER THIS YEAR  
FOLLOWING, LARGELY AS REPORTED REFTEL (B), ARE PROVISIONS  
OF GON LOAN TO PORTUGAL:

1. THE NORWEGIAN GOVERNMENT WILL MAKE AVAILABLE TO THE BANK  
OF PORTUGAL A LOAN OF 10 MILLION US DOLLARS.

2. THE LOAN WILL BE PAYABLE IN TWO DISBURSEMENTS TO BANK OF PORTUGAL. THE FIRST DISBURSEMENT, OF 1/3 OF THE LOAN, WILL BE MADE UPON SIGNATURE OF AGREEMENT. THE SECOND DISBURSEMENT, COVERING 2/3 OF LOAN, WILL BE MADE DURING THE FIRST QUARTER OF 1978.

3. THE LOAN WILL HAVE A MATURITY OF 10 YEARS. AMORTIZATION WILL START SIX YEARS AFTER FIRST DISBURSEMENT HAS BEEN MADE, AND TAKE PLACE IN FIVE EQUAL ANNUAL INSTALLMENTS OF 2 MILLION DOLLARS (10.8 MILLION NORWEGIAN KRONER).

4. THE INTEREST RATE OF THE LOAN WILL BE 7 PERCENT. THIS RATE WILL REMAIN FIXED FOR THE DURATION OF THE LOAN.

5. THE LOAN WILL BE UNTIED.

6. THE FIRST DISBURSEMENT WILL BE LINKED TO INITIATION OF NEGOTIATIONS WITH THE IMF ON AN ECONOMIC PROGRAM TO SECURE ACCESS TO PORTUGAL'S SECOND CREDIT TRANCHE. THE SECOND DISBURSEMENT WILL BE CONTITIONED ON PORTUGAL'S CONTINUED COOPERATION WITH IMF IN IMPLEMENTING AN ECONOMIC RECOVERY PROGRAM.

7. THE LOAN AGREEMENT WILL BE SIGNED BY MINISTRY OF COMMERCE  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 OSLO 04053 071346Z

ON BEHALF OF THE NORWEGIAN GOVERNMENT IMMEDIATELY FOLLOWING  
STORTING APPROVAL. FURTHER DETAILS OF  
LOAN AGREEMENT AND TECHNICAL ARRANGEMENTS  
REQUIRED FOR THE ENFORCEMENT OF THE PROVISIONS OF THE  
AGREEMENT, WILL BE AGREED UPON BETWEEN MINISTRY OF COMMERCE  
AND BANK OF PORTUGAL.

8. THE LOAN AGREEMENT WILL COME INTO FORCE ON  
DATE OF ITS SIGNATURE.  
LERNER

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** FINANCE, ECONOMIC ASSISTANCE, AGREEMENTS, BANKS, LOANS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 07-Sep-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977OSLO04053  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770323-1216  
**Format:** TEL  
**From:** OSLO OECD EEC  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1977/newtext/t19770991/aaaacykz.tel  
**Line Count:** 104  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** 1b424a4b-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 STATE 211910, 77 OSLO 3498  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 22-Nov-2004 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 1365321  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** FINANCIAL ASSISTANCE FOR PORTUGAL  
**TAGS:** EFIN, PO, NO  
**To:** STATE  
**Type:** TE  
**vdkgvwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/1b424a4b-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009